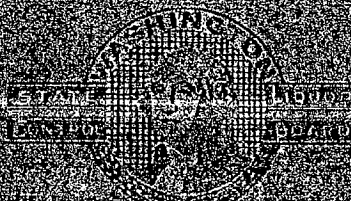


WASHINGTON STATE LIQUOR CONTROL BOARD

60th REPORT OF OPERATIONS



DEFENDANT'S EXHIBIT	
CASE NO.	C04-0360P
EXHIBIT NO.	515

Resp to Costco RFP
8300



ADMINISTRATION OF THE ACT

Changes in Regulations

The Washington State Liquor Control Board made numerous changes during the fiscal year to Chapter 314 Washington Administrative Code. Under the Board's broad rule-making authority, (RCW 66.08.030) changes were made to the following:

WAC 314-20-070 Bad Order Claims -- removes the requirement that returning of beer from retailer to a wholesaler for a cash refund have written consent of the Board.

WAC 314-16-196 Class H License Issued to Premises Without a Cocktail Lounge -- sets forth specific requirements for floor space for class H licensed premises.

WAC 314-16-197 Minimum Qualifications for Applicants Who Apply for Class A -- was amended to set the criteria and conditions a premises currently licensed as a tavern must meet in order to be licensed as a restaurant.

WAC 314-60-040 Operations and Procedure -- to modify the times and dates the Board may meet to more closely coordinate and oversee the day to day operations of the agency.

WAC 314-12-015 Applicant Certification for a License -- to create new section WAC 314-12-015, setting forth a procedure for testing new applicants on liquor law knowledge prior to issuance or transfer of liquor license.

WAC 314-12-090 Managers Required Exceptions -- repealed the requirement for managers to be approved by the Board.

WAC 314-16-170 Suspension Notices, Posting of Other Closing Notices Prohibited -- to delete this rule in its entirety and replace it with a new rule.

WAC 314-16-055 Entertainment -- to clarify what activities may occur at liquor licensed establishments.

WAC 314-12-180 Suspension Notices, Posting or Advertising of Other Closing Notices Prohibited -- new section to instruct the public about suspension procedures and to clarify what business activities a liquor licensee may conduct when their liquor license privileges have been suspended.

WAC 314-12-115 Expired card of Identification is Not Valid For Proof of Age -- to clarify existing statutes.

WAC 314-12-080 Limitation on Transfers and Reapplications -- to reduce government paperwork.

WAC 314-12-025 Applicants for Temporary Licenses - Fee - Who Qualifies -- defines for the Board when an emergency situation exists and who may qualify for a temporary license.

WAC 314-12-140 Prohibited Practices - Contracts - Gifts - Rebates, Etc. -- clarified language as to what can be given/received between wholesalers and retailers.

WAC 314-20-030 Packages - Classification -- allows the Board the discretion to authorize other container and/or barrel size packages which have been approved by the Bureau of Alcohol, Tobacco, and Firearms.